

**FOLLOW-UP TO SEDC PERFORMANCE AUDIT
SEPTEMBER 2008 TO MARCH 2009**

DATE	ACTIVITY	COMMENTS
9/3/08	Preliminary Draft Audit provided to affected parties for comment	Draft contained 33 recommendations, six directed at City, 27 at SEDC.
9/5/08	SEDC President Carolyn Smith issued response to Preliminary Draft	Disagreed with 12 items in audit.
9/8/08	Mayor's Response to Preliminary Draft sent to City Auditor	Agreed with 32 items; partially agreed on one item.
9/8/08	Macias Consulting responded to SEDC's comments	Macias either disagreed or took exception to all SEDC responses.
9/10/08	Final Audit Released by Macias Consulting	Final Audit contained 33 Audit recommendations.
9/15/08	Audit Findings Presented to Audit Committee	Directed IBA to "review audit findings and provide recommendations for amending the operating agreement to ensure SEDC remains a viable entity with stronger oversight by Mayor and Council and SEDC Board."
11/24/08	SEDC Board Issued Audit Response to City Auditor (Supplemented on 12/29/08)	Agreed with 23 recommendations, partially agreed with four.
1/7/09	Auditor Provided Analysis of SEDC Board Response to Audit Committee	Auditor discussed four areas of SEDC exception to Audit recommendations. Audit Committee expressed concern about areas of disagreement.
1/13/09	IBA Issued IBA Report 09-01 "Recommended Changes for SECD Operating Agreement"	Report addressed recommendations in six major areas.
1/26/09	IBA Presented Recommendations from IBA Report 09-01 to Audit Committee; Mayor's Staff Provided Preliminary Verbal Comments	After considerable discussion, the Audit Committee requested City Attorney opinion on legal parameters given the current governance structure and proposed revisions to the operating agreement. Committee also requested SEDC to further consider and follow-up on four items of exception for meeting of 2/23/09.
2/18/09	SEDC Interim Administrator Issued Requested Follow-Up Response on Four Exception Items	Amended SEDC response to concur with two of the four exceptions and 25 of 27 total recommendations.
2/23/09	Audit Committee Delayed SEDC Follow-Up Item Awaiting Receipt of City Attorney opinion	Legal opinion expected sometime in March.